

STATE RISK MANAGEMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF SEPTEMBER 30, 2003

	September-03					August-03				July-03				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Market Value	Allocation		Month	Market Value	Allocation		Month	Net	Net	6/30/2003	6/30/2003	
	Actual	Policy	Net ROR	Net ROR		Actual	Policy	Net ROR		Actual	Policy	Net ROR					
LARGE CAP DOMESTIC EQUITY																	
Structured Growth																	
Los Angeles Capital	51,035	2.8%	2.7%	N/A	-1.68%	44,935	2.5%	2.3%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	-	0.0%	0.0%	N/A	N/A	0	0.0%	0.0%	N/A	43,572	2.4%	2.3%	3.55%	N/A	-1.88%	-21.24%	-6.07%
Total Structured Growth	51,035	2.8%	2.7%	4.99%	-1.68%	44,935	2.5%	2.3%	3.13%	43,572	2.4%	2.3%	3.55%	4.99%	-1.88%	-21.24%	-6.07%
Russell 1000 Growth				3.92%	-1.07%				2.49%				2.49%	3.92%	2.94%	-21.54%	-5.03%
Structured Value																	
LSV	48,714	2.6%	2.7%	3.75%	-1.04%	42,533	2.3%	2.3%	3.27%	41,217	2.2%	2.3%	1.52%	3.75%	-2.25%	8.84%	3.73%
Russell 1000 Value				2.06%	-0.98%				1.56%				1.49%	2.06%	-1.02%	-0.19%	1.05%
S&P 500 Index																	
State Street	224,779	12.2%	12.6%	2.64%	-1.07%	202,365	11.1%	10.5%	1.95%	198,499	10.8%	10.5%	1.77%	2.64%	0.23%	-11.28%	-1.69%
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	324,528	17.6%	18.0%	3.15%	-1.16%	289,834	15.9%	15.0%	2.32%	326,860	17.7%	15.0%	2.00%	3.15%	-0.48%	-9.33%	-1.90%
S&P 500				2.64%	-1.06%				1.95%				1.76%	2.64%	0.25%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																	
Manager-of-Managers																	
SEI	107,733	5.8%	6.0%	9.48%	-1.58%	104,660	5.7%	5.0%	4.83%	99,812	5.4%	5.0%	6.11%	9.48%	0.09%	N/A	N/A
Russell 2000 + 200bp				9.60%	-1.68%				4.75%				6.43%	9.60%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	107,733	5.8%	6.0%	9.48%	-1.58%	104,660	5.7%	5.0%	4.83%	99,812	5.4%	5.0%	6.11%	9.48%	0.09%	-3.49%	1.64%
Russell 2000				9.07%	-1.85%				4.58%				6.26%	9.07%	-1.63%	-3.30%	0.97%
CONVERTIBLES																	
TCW	200,880	10.9%	11.0%	1.85%	0.22%	187,409	10.3%	10.0%	0.89%	185,685	10.1%	10.0%	0.74%	1.85%	10.23%	-9.51%	3.90%
First Boston Convertible Index				2.67%	0.56%				1.64%				0.45%	2.67%	15.46%	-3.77%	5.29%
DOMESTIC FIXED INCOME																	
Core Bond																	
Western Asset	571,276	30.9%	30.0%	-0.16%	3.38%	439,716	24.1%	25.0%	1.31%	434,163	23.6%	25.0%	-4.69%	-0.16%	12.77%	11.23%	8.12%
Lehman Aggregate				-0.14%	2.65%				0.66%				-3.36%	-0.14%	10.39%	10.07%	7.54%
Index																	
Bank of ND	312,510	16.9%	18.0%	-0.46%	3.08%	242,403	13.3%	15.0%	0.60%	240,957	13.1%	15.0%	-4.00%	-0.46%	13.26%	10.87%	7.78%
Lehman Gov/Credit				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%
BBB Average Quality																	
Strong	239,482	13.0%	12.0%	0.02%	3.86%	190,067	10.4%	10.0%	1.39%	187,560	10.2%	10.0%	-5.01%	0.02%	17.91%	N/A	N/A
Lehman US Credit BAA				0.27%	3.97%				0.98%				-4.49%	0.27%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	1,123,268	60.8%	60.0%	-0.21%	3.40%	872,187	47.9%	50.0%	1.13%	862,679	46.8%	50.0%	-4.57%	-0.21%	13.18%	10.80%	7.81%
Lehman Gov/Credit				-0.50%	3.17%				0.66%				-4.19%	-0.50%	13.14%	10.82%	7.83%
CASH EQUIVALENTS																	
Bank of ND	92,010	5.0%	5.0%	0.30%	0.10%	368,364	20.2%	20.0%	0.10%	368,039	20.0%	20.0%	0.10%	0.30%	1.57%	3.26%	4.15%
90 Day T-Bill				0.25%	0.10%				0.08%				0.07%	0.25%	1.52%	3.33%	4.08%
TOTAL RISK MANAGEMENT FUND	1,848,420	100.0%	100.0%	1.12%	1.39%	1,822,454	100.0%	100.0%	1.31%	1,843,076	100.0%	100.0%	-1.56%	1.12%	8.86%	2.05%	2.58%
POLICY TARGET BENCHMARK				1.22%	1.67%				1.03%				-1.46%	1.22%	8.72%	3.08%	3.77%

NOTE: Monthly returns and market values are preliminary and subject to change.